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David L. Armstrong
Chairman

John W. Clay
Commissioner

June 11, 2008

CERTIFICATE OF SERVICE

RE: Case No. 2008-00190
Auxier Road Gas Company, Inc.

I, Stephanie Stumbo, Executive Director of the Public Service Commission, hereby certify that the enclosed attested copy of the Commission's Order in the above case was served upon the addressee by U.S. Mail on June 11, 2008.

Executive Director

SS/tw
Enclosure

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE ADJUSTMENT OF RATES)
OF AUXIER ROAD GAS) CASE NO. 2008-00190
COMPANY, INC.)

ORDER

On April 10, 1991, in Case Nos. 10288-D and 10288-E, the Commission approved the Gas Cost Adjustment ("GCA") Clause of Auxier Road Gas Company, Inc. ("Auxier") allowing for the quarterly adjustment of its rates.¹

On May 29, 2008, Auxier filed its proposed GCA to be effective July 1, 2008.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Auxier's notice includes revised rates designed to pass on to its customers its expected change in wholesale gas costs.
2. Auxier's notice sets out an Expected Gas Cost ("EGC") of \$14.8665 per Mcf, which is an increase of \$2.8918 per Mcf from its prior EGC of \$11.9747.
3. Auxier's notice sets out no current refund adjustment.
4. Auxier's notice sets out a current quarter actual adjustment ("AA") of \$.063 per Mcf. Auxier's total AA is (\$1.1641) per Mcf, which is an increase of \$.063 per Mcf from its previous total AA.

¹ Case Nos. 10288-D and 10288-E, Notice of Purchased Gas Adjustment Filing of Auxier Road Gas Company, Inc.

5. Auxier's notice sets out a current quarter balance adjustment ("BA") of \$.017 per Mcf. Auxier's notice sets out a total BA of (\$.0072) per Mcf, which is a decrease of \$.019 per Mcf from its previous total BA.

6. Auxier's gas cost recovery rate is \$13.6952 per Mcf, which is an increase of \$2.9358 per Mcf from its previous rate of \$10.7594.

7. The rates in the Appendix to this Order are fair, just and reasonable, and should be approved for billing for service rendered by Auxier on and after July 1, 2008.

IT IS THEREFORE ORDERED that:

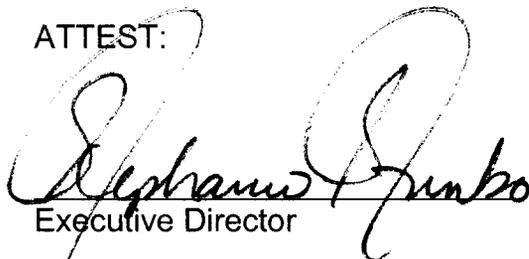
1. The rates in the Appendix, attached hereto and incorporated herein, are approved for billing for service rendered on and after July 1, 2008.

2. Within 20 days of the date of this Order, Auxier shall file with this Commission its revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 11th day of June, 2008.

By the Commission

ATTEST:


Executive Director

Case No. 2008-00190

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2008-00190 DATED JUNE 11, 2008

The following rates and charges are prescribed for the customers served by Auxier Road Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES:

	<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First Mcf (Minimum Bill)	\$ 5.11	\$13.6952	\$18.8052
All Over 1 Mcf	\$ 4.2599	\$13.6952	\$17.9551